

FISCAL NOTE

Bill #: HB0005

Title: Revise transfers of funds in research, commercialization, and dept. of transportation

Primary Sponsor: Dave Lewis

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY 2003 Difference</u>	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
Expenditures:			
General Fund	(\$1,685,000)	(\$1,200,000)	(\$1,200,000)
Net Impact on General Fund Balance:	\$7,400,814	\$1,200,000	\$1,200,000

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
X		Included in the Executive Budget	X		Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached	X		Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

Department of Transportation

1. The FY 2003 transfer of general fund to the DOT in the amount of \$2,841,961 will not be made as originally authorized in HB 124 by the 2001 Legislature.
2. The transfer would have gone to fund balance in that the DOT had no appropriation to expend the funds in FY 2003.
3. The bill also strikes the \$2,873,853 general fund transfer for FY 2002 to DOT, which was part of the earlier budget reductions ordered under 17-7-140, MCA, but which required legislative action to complete. The amount is included in the FY 2003 impact on general fund balance.
4. Funds transferred were to have been used in the Construction program in future years.

5. In FY 2004 the DOT will receive a general fund transfer of \$2,960,715.

Department of Commerce

6. The bill will reduce the transfer of general fund to the commercialization expendable trust in FY 2003 by \$1,685,000 for the Research and Commercialization program, which was authorized by the 2000 Special Session and scheduled to sunset June 30, 2005.

7. The bill also will reduce the transfers for the program by \$1,200,000 in FY 2004 and in FY 2005.

8. The reduced funds would have been used for grants and loans.

FISCAL IMPACT:

	<u>FY 2003 Difference</u>	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
FTE			
Department of Transportation			
<u>Expenditures:</u>	0		
<u>Revenues:</u>			
General Fund (01)	(\$2,841,961)		
 Department of Commerce			
<u>Expenditures:</u>			
Grants	(\$1,685,000)	(\$1,200,000)	(\$1,200,000)
<u>Funding:</u>			
General Fund (01)	(\$1,685,000)	(\$1,200,000)	(\$1,200,000)
 <u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>			
General Fund (01)	\$7,400,814	\$1,200,000	\$1,200,000

LONG-RANGE IMPACTS:

About \$4 million of Research and Commercialization program grants and loans will not be awarded and the working capital of the DOT highway state special revenue account will be reduced by about \$5.72 million.